

The Daily Mile Foundation
Financial Statements for the period ending 31st December 2016



The Daily Mile Foundation

CHARITY NUMBER 1166911

Charitable Incorporated Organisation
Unaudited Financial Statements
for the period ending 31st December 2016

The Daily Mile Foundation
Financial Statements for the period ending 31st December 2016

CONTENTS	PAGES
Officers and Professional advisors	3
Trustees' first period of account report	4 - 7
Independent examiner's report to the members	8
Statement of financial activities (including income and expenditure account)	9
Statement of financial position	10
Notes to the financial statements	11 to 14

The Daily Mile Foundation

Financial Statements for the period ending 31st December 2016

OFFICERS AND PROFESSIONAL ADVISORS

Registered charity name The Daily Mile Foundation

Charity registration number 1166911

Date of Incorporation 04 May 2016

Charity's principal address Hawklease
Chapel Lane
Lyndhurst
Hampshire
SO43 7FG

The trustees

Elaine Wyllie	Founding Trustee	From incorporation to present.
James A. Ratcliffe	Founding Trustee	From incorporation on to resignation on 08 February 2017.
Leonardus H. Heemskerk	Founding Trustee	Trustee from incorporation, Founding Trustee from 08 February 2017 to present.
John Wyllie	Trustee	From incorporation to present.
Ian Fyfe	Trustee	From incorporation to present.
John P. Mayock	Trustee	From 08 February 2017 to present.

Principle Supporter INEOS
Hawklease
Chapel Lane
Lyndhurst
Hampshire
SO40 7FG

Independent Examiner Simon Brown ACA
Chartered Accountant
Tait Walker LLP
Bulman House
Regent Centre
Gosforth
Newcastle upon Tyne
NE3 3LS

Governance advisor Bond Dickinson LLP
Oceana House
39-49 Commercial Road
Southampton
SO15 1GA

Bankers Barclays Bank Plc
Southampton 2
Leicester
Leicestershire
LE87 2BB

The Daily Mile Foundation

Financial Statements for the period ending 31st December 2016

TRUSTEE REPORT

The trustees present their report and financial statements of The Daily Mile Foundation for its first period of account ending 31 December 2016. The trustees confirm that the report and financial statements of the charity are prepared in accordance with the accounting policies as set out in note 2 to the accounts and comply with the charity's governing document, the Charities Act 2011 and reporting by Charities: Statement of recommended practice (SORP) applicable to charities preparing their accounts in accordance with the FRS 102.

REFERENCE AND ADMINISTRATIVE DETAILS

Reference and administrative details are shown in the schedule of officers and professional advisers on pages 3 of the financial statements.

The Trustees

The trustees who served the charitable incorporated organisation during the period were as follows:

Elaine Wyllie
James A Ratcliffe
Leonardus H. Heemskerk
Ian Fyfe
John Wyllie

STRUCTURE GOVERNANCE AND MANAGEMENT

Governing Documents

The Foundation was incorporated on 04 May 2016 and established under constitution of a CIO, that established the objects and powers that govern the operation of the charity. The only voting members are its charity trustees.

Appointment of Trustees

Elaine Wyllie, as founding trustee, is entitled to appoint those with requisite knowledge skill and experience, and if there ceases to be a founding trustee, appointment shall be by resolution of all the charity trustees.

Organisational Structure

Elaine Wyllie, Founding Trustee and founder of The Daily Mile initiative, leads the provision of services, both in person and online, backed by administrative and strategic support from a team of staff and ambassadors. Support staff being provided by the Foundations' principle supporter, INEOS, as a donation in kind.

Risk Management

The main risks associated with the foundation are being managed by the trustees. The actual risks identified related to promoting The Daily Mile concept are perceived to be limited and therefore the foundation is not operating a formal risk register, assessment, prioritisation and mitigation process. However through regular, operational meetings the trustees are ensuring that the foundation's activities and resources are aligned with its key objectives.

Key Management Personnel

The charity does not employ any staff, and therefore the trustees are considered to be the Key Management Personnel and remain responsible for the day-to-day operation of the Charity.

The Daily Mile Foundation

Financial Statements for the period ending 31st December 2016

TRUSTEE REPORT (continued)

Objectives and Activities

The aim of The Daily Mile Foundation (the 'Foundation' from hereafter) is to promote and working in partnership with schools and local organisations, to improve the physical, emotional and social health and wellbeing of our children starting in nursery and primary schools. It involves children running or jogging / walking in their primary schools and nurseries for just 15 minutes per day.

Studies have shown that The Daily Mile can help to increase attainment, and there are many non-specific studies that prove the positive long- and short-term effect of exercise with regards to physical and mental wellbeing.

The Foundation will facilitate successful adoption of The Daily Mile initiative and sharing of advice and best practice between schools – both through sharing information via online networks and through direct consultancy with teachers, local councils, public health organisations and other third parties. It will also seek to raise wider public awareness of The Daily Mile as a key measure to increase childhood activity and wellbeing.

The Foundation undertakes activities relating to the promotion of The Daily Mile initiative including online communications; speaking engagements; presence at relevant health and wellbeing events, conferences, and PR launches; and school visits

Achievements and Performance

The Daily Mile has been adopted in 29 countries, with the main uptake being in the UK, Belgium and the Netherlands. At the period end there are over 2,400 schools around the world taking part in the initiative.

TOTAL NUMBER OF PARTICIPATING SCHOOLS	AT DECEMBER 2016
SCOTLAND	1,000
ENGLAND	544
N. IRELAND	41
WALES	28
BELGIUM	621
NETHERLANDS	119
OTHER INTERNATIONAL	70
TOTAL REGISTERED SCHOOLS:	2,423

FINANCIAL REVIEW

The only financial contributor to the Foundation during its first period of account, is the business INEOS (www.ineos.com).

During its first period of account, the Foundation's accounts recognise expenditure totalling £36,350 having been directly incurred by the Foundation in its own name, along with cash donations received from INEOS Holdings Limited.

At the period end, The Foundation does not hold any cash or reserves, and was in the process of putting banking facilities in place with Barclays Bank Plc. These banking facilities have now been opened in 2017.

During incorporation and the launch of the Foundation, INEOS made quantifiable donations in kind of £117,424 (As per the accounting policies in note 3, donations in kind are not included within the financial statements). These arose by INEOS incurring incorporation related costs of £3,000, initial promotional and website set up costs of £60,365, and expense costs of £54,059 incurred by the Founding Trustee E. Wyllie.

The Daily Mile Foundation

Financial Statements for the period ending 31st December 2016

TRUSTEE REPORT (continued)

FINANCIAL REVIEW (continued)

In addition to this INEOS has made unquantifiable contributions in kind, by providing ad-hoc administration support to the Foundation and also allows the Foundation to operate from its premises charge free.

Going concern

INEOS, the principal supporter, has indicated its intension to continue to provide donations and donations in kind to the Foundation, until such time as Foundation is able to support itself. The Trustees, having received notification from INEOS of its intension to continue with its support, are not aware of any material uncertainties about the charity's ability to continue.

Plans for future periods

In the coming year the Foundation intends to continue to expand the take up of The Daily Mile initiative by participating schools and organisations, and for the Foundation to established partnerships with organisations outside of the UK in order to increase the reach of the campaign.

Public Benefit

The trustees have referred to the guidance in the Charity Commission's general guidance on public benefit when reviewing the aims and objectives and in planning future activities. The charitable objectives also are set in order to provide a clear and demonstrable public benefit.

Trustees' Responsibilities Statement

The charity's trustees are responsible for preparing the trustees' annual report and the financial statements in accordance with applicable law and regulations.

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year. Under the law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charity and the income and expenditure of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Daily Mile Foundation

Financial Statements for the period ending 31st December 2016

TRUSTEE REPORT (continued)

Independent Examiner

A Resolution to re-appoint Simon Brown ACA as independent examiner for the ensuring year will be proposed at the annual general meeting.

The financial statements were approved by the Trustees on 19th September 2017 and signed on their behalf by:



L.H. Heemskerk
Trustee
The Daily Mile Foundation
Hawklease
Chapel Lane
Lyndhurst
Hampshire
SO40 7FG

The Daily Mile Foundation

Financial Statements for the period ending 31st December 2016

Independent Examiner's Report to the Trustees of The Daily Mile Foundation

I report on the financial statements for the period ending 31st December 2016, which comprise the statement of financial activities (including income and expenditure account), statement of financial position and the related notes.

This report is made solely to the charity's trustees, as a body, in accordance with section 144(2) of the charities act 2011 and in accordance with regulations made under section 154 of that Act. My examination has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for my examination, for this report, or for the opinions I have formed.

Respective responsibilities of trustees and examiner

The trustees are responsible for the preparation of the financial statements. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the next statement.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 130 of the Charities Act 2011, and
- to prepare accounts which accord with the accounting records and comply with the accounting requirement of the Charities Act

have not been met, or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

 4.10.17.

Simon Brown ACA
TAIT WALKER LLP

Chartered accountant, Bulman House, Regent Centre, Gosforth, Newcastle upon Tyne NE3 3LS

The Daily Mile Foundation
Financial Statements for the period ending 31st December 2016

Statement of Financial Activities (including income and expenditure account)

	Note	Total funds £
Income		
Donations	4	26,476
Total income		<u>26,476</u>
Expenditure		
Expenditure on charitable activities	5,6,7	36,350
Total expenditure		<u>36,350</u>
Net (Expenditure)		(9,874)
Net Movement in Funds / (deficit)		<u>(9,874)</u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

All income and expenditure relates to unrestricted funds.

The Daily Mile Foundation
Financial Statements for the period ending 31st December 2016

Statement of Financial Position

	Note	2016 £	£
Creditors: amounts falling due within one year	8	(9,874)	
Net current assets / (liabilities)			(9,874)
Total assets less current liabilities			(9,874)
Net (liabilities)			(9,874)
Funds of the charity			
Unrestricted funds			(9,874)
Total charity funds / (deficit)	9		(9,874)

The financial statements on pages 9 to 14 were approved by the board of trustees and authorised for issue on 19th September 2017, and are signed on behalf of the board by:



L.H. Heemskerk
Trustee
The Daily Mile Foundation
Hawklease
Chapel Lane
Lyndhurst
Hampshire
SO40 7FG

The Daily Mile Foundation

Financial Statements for the period ending 31st December 2016

Notes to the Financial Statements

1. General information

The charity is a charitable incorporated organisation, a registered charity in England and Wales. The address of the registered office is Hawklease, Chapel Lane, Lyndhurst, Hampshire SO43 7FG.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. In accordance with the FRS 102 Public Benefit Entity 3.3A the trustees confirm that this charitable incorporated organisation is a Public Benefit Entity.

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

At the balance sheet date, the CIO had an excess of current liabilities over current assets of £9,874 and net liabilities over net assets of £9,874. The financial statements have been prepared on a going concern basis which assumes the CIO will continue in operational existence for the foreseeable future. The validity of the use of this basis depends upon the following:-

The CIO manages its day to day working capital requirements through funding from INEOS. The trustees have prepared forecasts for the next 12 months which show that the CIO should be able to continue to operate within the facilities currently available to it. There is also a commitment made by INEOS Holdings Limited that it intends to support the CIO, for at least one year after these financial statements are signed.

Monetary Income

Donations and other income are recognised where it has been received, or there is entitlement to receipt.

In the event that a donation or income is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

Donations in Kind

Non monetary donations and services provided free of charge, are not included within the financial statements, as such items are unable to be consistently measured with sufficient reliability. However where such items have been received, such items are narratively indicated within the notes to the accounts.

The Daily Mile Foundation

Financial Statements for the period ending 31st December 2016

Notes to the Financial Statements *(continued)*

3. Accounting policies *(continued)*

Interest receivable

Interest on funds held on deposit is included upon notification of the interest paid or payable by the bank. This is normally upon receiving the bank statement from the bank.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses are allocated or apportioned to the applicable expenditure headings in the statement of financial activities.

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

Fund Accounting

Restricted funds are maintained in accordance with the restrictions placed upon monies received from the donor.

Unrestricted funds are the free funds of the Charity to use at the discretion of the trustees in the furtherance of the charity's objectives. Unrestricted funds include designated funds where the trustees, at their discretion, have created a fund for a specific purpose.

Debtors

Debtors are recognised at the settlement amount that is due.
Prepayments are valued at the net amount prepaid.

Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of one month or less from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provision are normally recognised at their settlement amount after allowing for any trade discounts due.

4. Donations

	Total Funds
	2016
	£
Donations	
INEOS Holdings Limited	<u>26,476</u>

During incorporation and the launch of the Foundation, INEOS made quantifiable donations in kind of £117,424, by incurring costs and providing services free of charge. (See note 5 & 6)

The Daily Mile Foundation

Financial Statements for the period ending 31st December 2016

Notes to the Financial Statements *(continued)*

5. Charitable activities

	Total Funds
	2016
	£
Campaign information and website	32,613
Support and Governance (see note 6)	3,737
	<u>36,350</u>

During incorporation and the launch of the Foundation, INEOS made quantifiable donations in kind of £60,365. These arose by INEOS incurring initial promotional and website set up costs of £60,365.

6. Support and Governance

	Total Funds
	2016
	£
Governance	299
Independent Examiners fees	1,260
Expense costs	2,178
	<u>3,737</u>

During the period the Foundation settled £2,178 of expense costs to the Founding Trustee E. Wyllie.

During incorporation and the launch of the Foundation, INEOS made quantifiable donations in kind of £57,059. These arose by INEOS incurring incorporation related costs of £3,000, and expense costs of £54,059 incurred by the Founding Trustee E. Wyllie.

In addition to this INEOS has made unquantifiable contributions in kind, by providing ad-hoc administration support to the Foundation and also allows the Foundation to operate from its premises charge free.

7. Trustee and Staff costs

The Foundation had no employees during the period.

The CIO considers its key management personnel to be the Trustees. No Trustee received remuneration during the period, in respect of their services to the Foundation.

However expense costs were reimbursed to the Founding Trustee E. Wyllie. (see note 6)

8. Creditors

	Total Funds
	2016
	£
Creditors falling due within 1 year	8,614
Accruals	1,260
	<u>9,874</u>

The Daily Mile Foundation

Financial Statements for the period ending 31st December 2016

Notes to the Financial Statements (continued)

8. Creditors (continued)

INEOS Holdings Limited has indicated that should the Foundation have insufficient funds available from other sources when liabilities fall due, it will provide funding to the Foundation in order to settle liabilities when they fall due.

9. Related party

During the period, Mr J A Ratcliffe was a Founding Trustee of the Foundation.

It is also noted that Mr J A Ratcliffe is regarded to be the ultimate controlling party of "INEOS" by virtue of his majority shareholding in the ultimate parent undertaking INEOS Limited.

During the period the Foundation had the following transaction with entities controlled by INEOS Limited.

Cash Donations received of £26,476 from INEOS Holdings Limited

Donations in Kind received of £3,000 from INEOS Holdings Limited

Donations in Kind received of £60,365 from INEOS Group AG

Donations in Kind received of £54,059 from INEOS Sales UK Limited

In addition to this INEOS has made unquantifiable contributions in kind, by providing ad-hoc administration support to the Foundation and also allows the Foundation to operate from its premises charge free.

10. Analysis of charitable funds

Unrestricted funds

	At 4 th May 2016 £	Income £	Expenditure £	At 31st Dec 2016 £
General funds	-	26,476	36,350	(9,874)

Reserve note

Unrestricted funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds, where the trustees, at their discretion, have created a fund for a specific purpose.

The basis for calculating 'free reserves' are after allowing for all designated funds, fixed assets and other non-current assets and liabilities.

11. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £
Creditors less than 1 year	(9,874)	-	(9,874)
Net Asset / (liability)	(9,874)	-	(9,874)

INEOS Holdings Limited indicated that it would make a donation to the Foundation upon the opening of the Foundation's banking facility.